

SUMMARY

I. Description of Item

A resolution for the purchase of non-specialty drugs through Morris and Dickson LLC. (Morris & Dickson), an approved subcontractor for the Tennessee Department of Health (TDOH) under the Minnesota Multistate Contracting Alliance for Pharmacy (MMCAP) price discounting status and to purchase specialty drugs from sole source vendors Merck Sharp & Dohme Corporation (Merck) and Aventis Pasteur (Sanofi). Merck and Sanofi are the manufacturers and sole distributors of the specialty drugs. All drugs purchased will be used for various programs within the Shelby County Health Department utilizing General Funds in the amount of \$329,000.00 and Grant Funds in the amount of \$321,000.00. The total amount is not to exceed \$650,000.00.

II. Source and Amount of Funding

The costs for the pharmaceuticals are charged to various departments within SCHD and include both Health Department General and Grant Fund budgets for FY2017. The cost of the drugs will be discounted under the MMCAP pricing standard where applicable. Funds are budgeted and available for drug purchases listed as follows:

<u>Fund-Section</u>	<u>Budget Amount</u>
010-400563 Clinical Services	\$ 169,000.00
010-400804 Pharmacy	\$ 150,000.00
010-400817 Employee Health Clinic	<u>\$ 10,000.00</u>
Total General Fund Amount	<u>\$ 329,000.00</u>
365-400582 TennCare	\$ 43,700.00
565-400564 Family Planning	\$ 241,300.00
715-400513 Children's Special Services	<u>\$ 36,000.00</u>
Total Grant Fund Amount	<u>\$ 321,000.00</u>
Total General and Grant Fund Amount	<u>\$ 650,000.00</u>

- A. Contracting with Morris & Dickson provides reduced pricing through MMCAP status providing a significant savings to the County.
- B. Drugs purchased through Merck and Sanofi are specific to each company. These drugs are primarily vaccines and cannot be purchased from other vendors. They include High Dose Influenza, Yellow Fever and Polio vaccine and Nexplanon for birth control.

III. Communicate How the Resolution Affects:

- A. Sub-Awards- N/A
- B. Personnel - N/A

- C. Equipment- N/A
- D. Contracts - N/A

IV. Other Relevant Information

Administration recommends approval of this Resolution